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**EVANGELINE PARISH SOLID WASTE
DISPOSAL COMMISSION, STATE OF LOUISIANA
ANNUAL FINANCIAL REPORT
JUNE 30, 2009**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 2/3/10

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INDEPENDENT AUDITOR'S REPORT

To the President and Commission Members
Evangeline Parish Solid Waste Disposal Commission
Ville Platte, Louisiana

I have audited the accompanying financial statements of the governmental activities of the Evangeline Parish Solid Waste Disposal Commission, a component unit of the Evangeline Parish Police Jury, as of and for the year ended June 30, 2009, which collectively comprise the Commission's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Evangeline Parish Solid Waste Disposal Commission's management. My responsibility is to express an opinion on these basic financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the basic financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of the Evangeline Parish Solid Waste Disposal Commission, as of June 30, 2009, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.


In accordance with *Government Auditing Standards*, I have also issued my report dated December 22, 2009, on my consideration of the Evangeline Parish Solid Waste Disposal Commission's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of my audit.

The Evangeline Parish Solid Waste Disposal Commission has not presented a management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

The budgetary comparison information on page 18 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Commission's basic financial statements. The other supplementary information listed in the table of contents is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly presented, in all material respects, in relation to the basic financial statements taken as a whole.

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.


Michael W. Johnson
Certified Public Accountant

December 22, 2009

BASIC FINANCIAL STATEMENTS

**GOVERNMENT – WIDE
FINANCIAL STATEMENTS**

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Statement of Net Assets

June 30, 2009

	Governmental <u>Activities</u>
ASSETS	
Current Assets:	
Cash and Interest-Bearing Deposits	\$ 805,926
Petty Cash	60
Sales Tax Receivable	524,592
Accounts Receivable	<u>29,408</u>
Total Current Assets	<u>\$1,359,986</u>
Noncurrent Assets:	
Security Deposit	\$ 375
Cash and Interest-Bearing Deposits (Emergency Fund)	1,597,763
Capital Assets, Net (Note C)	<u>1,755,636</u>
Total Noncurrent Assets	<u>\$3,353,774</u>
Total Assets	<u>\$4,713,760</u>
LIABILITIES	
Current Liabilities:	
Accounts Payable	\$ 183,623
Retirement Payable	30,222
Payroll Taxes Payable	<u>10,286</u>
Total Current Liabilities	<u>\$ 224,131</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	\$1,755,636
Unrestricted	<u>2,733,993</u>
Total Net Asset	<u>\$4,489,629</u>

The accompanying notes are an integral part of this statement.

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Statement of Activities
For the Year Ended June 30, 2009

	<u>Governmental Activities</u>
Expenses:	
Solid Waste Collection and Disposal:	
Operating	\$ 4,372,670
Depreciation	<u>160,741</u>
Total program expenses	<u>\$4,533,411</u>
 Program revenues:	
Charges for Collection and Disposal	\$ 107,276
Net program expenses	<u>\$4,426,135</u>
 General revenues:	
Sales Tax	\$3,863,992
Interest	50,671
Rent	10,440
Miscellaneous	7,270
Intergovernmental	15,147
Grant Revenue	<u>882,192</u>
Total general revenues	<u>\$4,829,712</u>
 Increase in net assets	\$ 403,577
 Net assets – beginning of the year	<u>4,086,052</u>
 Net assets – end of the year	<u>\$4,489,629</u>

The accompanying notes are an integral part of this statement.

FUND FINANCIAL STATEMENTS

FUND DESCRIPTIONS

General Fund

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Balance Sheet
Governmental Funds
June 30, 2009

	General Fund
ASSETS	
Cash and Interest – Bearing Deposits	\$2,403,689
Petty Cash	60
Accounts Receivable	29,408
Sales Tax Receivable	524,592
Security Deposits	<u>375</u>
Total Assets	<u><u>\$2,958,124</u></u>
LIABILITIES AND FUND BALANCES	
Liabilities:	
Accounts Payable	\$ 183,623
Retirement Payable	30,222
Payroll Taxes Payable	<u>10,286</u>
Total Liabilities	<u>\$ 224,131</u>
Fund Balance:	
Unreserved	<u>\$2,733,993</u>
Total Fund Balance	<u>\$2,733,993</u>
Total Liabilities and Fund Balance	<u><u>\$2,958,124</u></u>

The accompanying notes are an integral part of this statement.

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Assets
June 30, 2009

Governmental Funds Fund Balances at June 30, 2009	\$2,773,993
------------------------------------------------------	-------------

Total net assets reported for governmental
activities in the statement of net assets
are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	<u>1,755,636</u>
-------------------------------------------------------------------------------------------------------------------------------	------------------

Net assets of governmental activities	<u><u>\$4,489,629</u></u>
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The accompanying notes are an integral part of this statement.

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Statement of Revenues, Expenditures, and
Changes in Fund Balance-Governmental Funds
For the Year Ended June 30, 2009

	<u>General Fund</u>
Revenues	
Sales Tax	\$3,863,992
Interest	50,671
Rent	10,440
Site Charges	107,276
Miscellaneous	7,270
Intergovernmental	15,147
Grant Revenue	<u>882,192</u>
Total Revenues	<u>\$4,936,988</u>
Expenditures	
Current Operating	\$4,372,670
Capital Outlay	<u>428,091</u>
Total Expenditures	<u>\$4,800,761</u>
Net Change in Fund Balance	\$ 136,227
Fund Balance, Beginning of Year	<u>2,597,766</u>
Fund Balance, End of Year	<u>\$2,733,993</u>

The accompanying notes are an integral part of this statement.

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances-Governmental Funds
to the Statement of Activities
For the Year Ended June 30, 2009

Net change in fund balances-total governmental funds	\$136,227
---------------------------------------------------------	-----------

The change in net assets reported for
governmental activities in the statement
of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$428,091) exceeded depreciation (\$160,741) in the current year.	<u>267,350</u>
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Change in net assets of governmental activities	<u>\$403,577</u>
-------------------------------------------------	------------------

The accompanying notes are an integral part of this statement

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements

June 30, 2009

Note A – Summary of Significant Accounting Policies

The Commission's financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant accounting policies established in GAAP and used by the Commission are discussed below.

1. Financial Reporting Entity

The Commission is a specially-created district responsible for the parish-wide collection and disposal of solid waste. The Commission's major funding is provided by sales tax collections.

This report includes all of the funds of the Commission. It includes all activities considered to be part of (controlled by or dependent on) the Commission. The Commission is a component unit of the Evangeline Parish Police Jury.

2. Basis of Presentation

Government – Wide Financial Statements:

The Statement of Net Assets and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity. These statements present governmental activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues.

Fund Financial Statements:

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditures/expenses.

Funds of the Commission are classified as governmental funds. Governmental funds account for the Commission's general activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements, Cont'd

of general long-term debt. Governmental funds of the Commission include the General Fund. The General Fund is the primary operating fund of the Commission. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.

3. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus:

On the government-wide Statement of Net Assets and the Statement of Activities, governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Fund balance is classified as net assets.

In the fund financial statements, all governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. For this purpose, the Commission considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

Basis of Accounting:

In the government-wide Statement of Net Assets and Statement of Activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements, Cont'd

the amount. Available means collectible within the current period or within sixty days after year-end. Expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported when due.

4. Assets, Liabilities, and Equity

Cash and Interest-Bearing Deposits:

For the purpose of the Statement of Net Assets, cash and interest-bearing deposits includes all demand, savings accounts, and certificates of deposits of the Commission.

Receivables:

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Major receivables balances for the governmental activities include sales tax, dumpsite charges, roll-off charges, and limb crew salary reimbursements.

In the fund financial statements, material receivables in governmental funds include sales tax, dumpsite charges, roll-off charges, and limb crew salary reimbursements.

Fixed Assets:

The accounting treatment over property, plant, and equipment (fixed assets) depends on whether they are reported in the government-wide or fund financial statements.

Government-wide Statements

In the government-wide financial statements, fixed assets are accounted for as capital assets. All fixed assets are valued at historical cost, or estimated historical cost if actual is unavailable, except for donated fixed assets, which are recorded at their estimated fair value at the date of donation. The Commission maintains a threshold level of \$1,000 or more for capitalizing fixed assets. Estimated historical cost of \$275,709 was used to value the assets acquired prior to July 1, 1988.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Assets.

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements, Cont'd

Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Equipment	10 years
Improvements	20 years
Buildings	40 years

Fund Financial Statements

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Restricted Assets:

Restricted assets include cash and interest-bearing deposits of the general fund that are set aside for emergency use. This takes a two-thirds vote of a quorum present to allow usage of these funds. The Commission has set aside \$1,597,763 for this purpose.

Equity Classifications:

Government-wide Statements

Equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements, Cont'd

Fund Statements

Governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved.

5. Revenues, Expenditures, and Expenses

Sales Tax:

The Commission presently levies a one-percent sales tax on taxable sales within the District. The sales tax is collected by the Evangeline Parish Tax Commission and is remitted to the Commission by the end of the month following receipt by the Tax Commission. The Tax Commission receives the sales tax approximately 20 days after the end of the month in which the sales occurred. The sales tax is recorded entirely in the General Fund. Sales taxes collected by the Tax Commission in July (which represents sales for June) and received by the Commission in July have been accrued and are included under the caption "Sales Tax Receivable" in the Statement of Net Assets.

Operating Revenues and Expenses:

Operating revenues and expenses for governmental funds are those that result from providing services and producing and delivering goods and/or services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

Expenditures/Expenses:

In the government-wide financial statements, expenses are classified by function for governmental activities.

In the fund financial statements, expenditures are classified as follows:

Governmental Funds – By Character:	Current
	Debt Service
	Capital Outlay

In the fund financial statements, governmental funds report expenditures of financial resources.

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements, Cont'd

6. Budget and Budgetary Accounting

The Commission follows these procedures in establishing the budgetary data reflected in these financial statements:

- a. The Commission manager meets with the Budget and Finance Committee to draw up the budget before the beginning of the new year. At the Budget Committee meeting they recommend that the commission accept the budget presented to them. If there are no objections, it is then moved and seconded that they accept the recommendations of the Budget and Finance Committee. The Commission voted to accept the original budget at their regular meeting held on June 9, 2008. The Commission voted to accept the amended budget as presented at their June 8, 2009, regular meeting.
- b. All Budgetary appropriations lapse at the end of each fiscal year.

7. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION**Notes to Financial Statements, Cont'd****Note B – Capital Assets**

Capital asset activity for the year ended June 30, 2009, was as follows:

	Balance <u>7/1/08</u>	<u>Additions</u>	<u>Retirements</u>	Balance <u>6/30/09</u>
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 68,680	\$	\$	\$ 68,680
Capital assets being depreciated:				
Machinery and equipment	1,231,251	270,259		1,501,510
Improvements other than buildings	1,331,844	157,832		1,489,676
Buildings	<u>420,912</u>			<u>420,912</u>
Total capital assets:	<u>\$3,052,687</u>	<u>\$ 428,091</u>	<u>\$ 0</u>	<u>\$3,480,778</u>
Less accumulated depreciation:				
Machinery and Equipment	\$ 709,487	\$ 94,542	\$	\$ 804,029
Improvements other than buildings	715,819	55,676		771,495
Buildings	<u>139,095</u>	<u>10,523</u>		<u>149,618</u>
Total accumulated depreciation	<u>\$1,564,401</u>	<u>\$ 160,741</u>	<u>\$ 0</u>	<u>1,725,142</u>
Governmental activities capital assets, net	<u>\$1,488,286</u>	<u>\$ 267,350</u>	<u>\$ 0</u>	<u>\$1,755,636</u>

Depreciation expense was charged to functions as follows:

Governmental activities:	
Solid Waste Collection and Disposal	<u>\$ 160,741</u>
Total governmental activities depreciation expense	<u>\$ 160,741</u>

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements, Cont'd

NOTE C – RETIREMENT COMMITMENTS

As of January 1, 1991, all eligible employees of the Solid Waste Commission became members of the State Parochial Employees Retirement System. Contributions to the system are made by both employees and the commission as a percentage of salaries. The current contribution rates are 9.5% of covered wages for employees and 12.75% of covered wages for the Commission. Future deficits in the system will be financed by the state and the commission will have no further liability to the system, except current contributions. Data concerning the actual status of the system is not available. The Commission contributed \$67,640.31 on wages of \$541,236.63 during the fiscal year ended June 30, 2009.

NOTE D – SCHEDULE OF COMPENSATION PAID TO COMMISSIONERS:

NAME OF COMMISSIONERS	<u>Travel</u>	<u>Salary</u>	<u>Total</u>
Bernice Ardoin	\$ 1,520	\$ 2,400	\$ 3,920
Curley Dossman	168	2,300	2,468
Leon Estes	1,613	2,400	4,013
Dillard Fontenot	461	2,400	2,861
Ray Forman	600	2,400	3,000
Lee Bertman Ardoin	176	2,400	2,576
John Deshotel	914	2,400	3,314
Lionel Manuel	249	2,400	2,649
J. Dowell Deshotel	176	2,400	2,576
Nettie Campbell	468	2,400	2,868
Jake Dupuis	156	2,400	2,556
Donald Thomas	176	2,400	2,576
Phillip Miller	<u>281</u>	<u>2,300</u>	<u>2,581</u>
Total	<u>\$ 6,958</u>	<u>\$31,000</u>	<u>\$37,958</u>

NOTE E – CASH

The Evangeline Parish Solid Waste Disposal Commission's cash and interest – bearing deposits totaled \$2,403,689 at June 30, 2009. These deposits were insured and collateralized at that date as follows:

FDIC Insurance	\$ 100,000
Cash Collateralized	<u>2,303,689</u>
Total Insurance and Collateral	<u>\$2,403,689</u>

Cash was adequately collateralized at June 30, 2009.

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Notes to Financial Statements, Cont'd

NOTE F – LITIGATION

The Commission does not have any pending or threatened litigation as of June 30, 2009.

NOTE G – CONTINGENT LIABILITY

The Commission is contingently liable for its pro rata share of the cost of defending any claims, causes of action, demands, suits or judgments and for its pro rata share of the payment of any judgments or costs of clean up due to the generation and disposal of waste at permitted landfill sites. The Commission currently has \$169,024.87 in a trust account on deposit with a financial institution to be used in the event that it is determined to be responsible for clean up costs at a landfill site that it is no longer using. No estimate of the amount of liability (if any) can be made at this time.

NOTE H – LACK OF CLIENT EXPERTISE IN FINANCIAL ACCOUNTING AND REPORTING

The staff person responsible for the accounting and reporting function lacks the skills and knowledge to apply generally accepted accounting principles in recording the Commission's financial transactions or preparing its financial statements, including related notes.

NOTE I – HURRICANE CLEANUP GRANT

The Commission spent \$882,192 on hurricane cleanup which was reimbursed by a FEMA Grant.

**OTHER REQUIRED
SUPPLEMENTARY INFORMATION**

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

Budgetary Comparison Schedule

General Fund

For the Year Ended June 30, 2009

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance With Final Budget Positive (Negative)
Revenues:				
Sales Tax	\$3,300,000	\$3,617,767	\$3,863,992	\$ 246,225
Interest	60,000	50,000	50,671	671
Rent	10,400	10,440	10,440	0
Site Charges	56,500	81,800	107,276	25,476
Miscellaneous	4,500	7,600	7,270	(330)
Intergovernmental	15,000	15,000	15,147	147
Grant Revenue	<u>0</u>	<u>1,070,000</u>	<u>882,192</u>	<u>(187,808)</u>
Total Revenues	<u>\$3,446,400</u>	<u>\$4,852,607</u>	<u>\$4,936,988</u>	<u>\$ 84,381</u>
Expenditures				
Current Operating	\$3,221,967	\$4,470,809	\$4,372,670	\$ 98,139
Capital Outlay	<u>0</u>	<u>498,048</u>	<u>428,091</u>	<u>69,957</u>
Total Expenditures	<u>\$3,221,967</u>	<u>\$4,968,857</u>	<u>\$4,800,761</u>	<u>\$ 168,096</u>
Excess (Deficiency) of Revenues Over Expenditures	\$ 224,433	\$ (116,250)	\$ 136,227	<u>\$252,477</u>
Fund Balance, Beginning of Year	<u>2,045,659</u>	<u>2,597,766</u>	<u>2,597,766</u>	
Fund Balance, End of Year	<u>\$2,270,092</u>	<u>\$2,481,516</u>	<u>\$2,733,993</u>	

OTHER SUPPLEMENTARY INFORMATION

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

General Fund

Budgetary Comparison Schedule – Expenditures

For the Year Ended June 30, 2009

	<u>Budget</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance With Final Budget Positive (Negative)
<u>Administrative Expenditures</u>				
Salaries - Office Personnel	\$ 163,377	\$ 167,325	\$ 168,302	\$ (977)
Commissioner's Compensation	31,200	31,200	31,000	200
Advertisements	6,500	10,000	11,933	(1,933)
Dues, Subscriptions & Registrations	1,000	4,000	2,387	1,613
Fringe Benefits	41,000	44,128	27,711	16,417
Legal & Accounting	50,000	58,000	59,056	(1,056)
Meals & Entertainment	1,000	1,000	877	123
Office Supplies	10,000	18,000	16,107	1,893
Professional Fees	4,500	38,000	37,861	139
Repairs & Maintenance	9,000	12,000	17,962	(5,962)
Operating Supplies	18,000	19,000	19,598	(598)
Telephone	4,800	4,800	5,684	(884)
Travel	25,000	42,000	47,951	(5,951)
Utilities	12,000	12,000	11,545	455
Payroll Tax	<u>300</u>	<u>300</u>	<u>7,458</u>	<u>(7,158)</u>
Total Administrative Expenditures	<u>\$ 377,677</u>	<u>\$ 461,753</u>	<u>\$ 465,432</u>	<u>\$ (3,679)</u>
<u>Basile Site Expenditures</u>				
Salaries - Site Operators	\$ 33,600	\$ 34,500	\$ 35,026	\$ (526)
Fringe Benefits	4,400	4,800	3,000	1,800
Collection & Disposal of Dumpsters	7,500	6,000	7,720	(1,720)
Repairs & Maintenance	300	400	1,686	(1,286)
Operating Supplies	800	650	873	(223)
Telephone	600	600	631	(31)
Utilities	1,000	1,000	958	42
Backhoe Repairs	2,500	0	0	0
Capital Outlay	0	180,000	170,662	9,338
Payroll Tax	<u>0</u>	<u>0</u>	<u>1,251</u>	<u>(1,251)</u>
Total Basile Site Expenditures	<u>\$ 50,700</u>	<u>\$ 227,950</u>	<u>\$ 221,807</u>	<u>\$ 6,143</u>

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

General Fund

Budgetary Comparison Schedule – Expenditures

For the Year Ended June 30, 2009

(Continued)

	Original	Final	Actual	Variance With Final Budget Positive (Negative)
<u>General Expenditures:</u>				
Service Contract – Residential	\$1,412,740	\$1,406,424	\$1,406,425	\$ (1)
White Good Removal Expense	2,000	2,600	2,958	(358)
Recycling Expenses	4,500	2,000	4,406	(2,406)
Recycling Planner	3,600	3,000	2,400	600
Insurance Premiums	190,000	190,000	169,843	20,157
Drug Testing & Safety Expense	12,000	14,000	14,069	(69)
Miscellaneous	3,000	4,000	3,426	574
Bad Debts	4,000	6,000	1,688	4,312
Salaries – Mechanic & Shop Help	64,000	60,000	51,516	8,484
Fringe Benefits	16,000	13,422	6,904	6,518
Maintenance Shop Supplies	33,000	44,000	52,729	(8,729)
Backhoe Repairs	5,000	1,500	915	585
Litter Abatement Program	46,000	20,000	18,662	1,338
Hurricane Clean-Up Expense	0	980,000	886,862	93,138
Payroll Tax	0	0	1,840	(1,840)
Total General Expenditures	<u>\$1,795,840</u>	<u>\$2,746,946</u>	<u>\$2,624,643</u>	<u>\$ 122,303</u>
<u>Limb Crew Expenditures:</u>				
Salaries	\$ 196,800	\$ 285,000	\$ 287,739	\$ (2,739)
Truck Maintenance, III	5,200	1,200	1,595	(395)
Truck Maintenance, IV	5,000	4,200	7,303	(3,103)
Truck Maintenance, V	3,000	1,500	1,681	(181)
Fringe Benefits	40,000	52,000	35,111	16,889
Chipper Repairs & Maintenance	3,000	4,500	6,726	(2,226)
Grapple Truck #9 Repairs & Maintenance	2,000	1,000	836	164
Operating Supplies	3,000	3,000	3,413	(413)
Telephone	3,500	4,000	3,603	397
Ford Van #6 Repairs	2,000	1,000	392	608
SWVII	0	0	1,968	(1,968)
SWVIII	0	0	343	(343)
Capital Outlay	0	98,498	98,445	53
Old Grapppler VPI	0	2,000	0	2,000
Payroll Tax	0	0	10,278	(10,278)
Total Limb Crew Expenditures	<u>\$ 263,500</u>	<u>\$ 457,898</u>	<u>\$ 459,433</u>	<u>\$ (1,535)</u>
<u>Mamou Site Expenditures:</u>				
Salaries	\$ 36,750	\$ 45,000	\$ 47,098	\$ (2,098)
Fringe Benefits	5,000	5,100	3,488	1,612
Collection and Disposal of Roll-Offs	35,000	41,000	44,250	(3,250)
Repairs and Maintenance	2,500	500	3,323	(2,823)
Backhoe Repairs & Maintenance	1,500	1,300	621	679
Operating Supplies	1,000	1,100	1,145	(45)
Telephone	1,000	1,100	1,084	16
Utilities	2,400	2,400	2,105	295
Chip Removal	-0-	-0-	17,500	(17,500)
Ash & Limb Removal	-0-	110,000	-0-	110,000
Capital Outlay	-0-	4,550	1,549	3,001
Payroll Tax	-0-	-0-	1,682	(1,682)
Total Mamou Site Expenditures	<u>\$ 85,150</u>	<u>\$212,050</u>	<u>\$123,845</u>	<u>\$ 88,205</u>

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION

General Fund

Budgetary Comparison Schedule – Expenditures

For the Year Ended June 30, 2009

(Continued)

	Original	Final	Actual	Variance With Final Budget Positive (Negative)
<u>Pine Prairie Site Expenditures:</u>				
Salaries – Site Operator	\$ 42,000	\$ 43,000	\$ 42,905	\$ 95
Fringe Benefits	10,500	11,500	7,081	4,419
Collection & Disposal of Dumpsters	27,000	33,000	35,550	(2,550)
Repairs & Maintenance	1,500	600	318	282
Backhoe Repairs & Maintenance	1,500	500	435	65
Operating Supplies	600	700	459	241
Telephone	600	700	599	101
Utilities	1,500	1,500	1,443	57
Capital Outlay	-0-	75,000	-0-	75,000
Payroll Tax	-0-	-0-	1,533	(1,533)
Total Pine Prairie Expenditures	<u>\$ 85,200</u>	<u>\$ 166,500</u>	<u>\$ 90,323</u>	<u>\$ 76,177</u>
<u>Roll – Off Expenditures:</u>				
Roll – Off Salary	\$ 83,000	\$ 92,000	\$ 97,834	\$ (5,834)
Fringe Benefits – Roll – Off Salary	20,000	25,000	14,515	10,485
Telephone	2,200	3,400	2,824	576
Maintenance SW VIII	3,000	1,000	1,296	(296)
Maintenance-SW I Parts & Repairs	3,000	5,000	8,762	(3,762)
Maintenance-SW II Parts & Repairs	3,000	1,000	473	527
Maintenance-SW X Parts & Repairs	-0-	-0-	424	(424)
Roll –Off Motor & Hydraulic Oil	6,000	6,000	5,111	889
Roll-Off Containers & Repairs	1,500	19,460	2,691	16,769
Roll-Off Diesel	135,000	135,000	136,456	(1,456)
Roll-Off Tires	65,000	82,000	78,513	3,487
Capital Outlay	-0-	140,000	157,435	(17,435)
Payroll Tax	-0-	-0-	3,495	(3,495)
Total Roll-Off Expenditures	<u>\$321,700</u>	<u>\$ 509,860</u>	<u>\$509,829</u>	<u>\$ 31</u>
<u>Ville Platte Site Expenditures</u>				
Salaries – Site Operators	\$ 86,000	\$ 92,000	\$ 95,791	\$ (3,791)
Fringe Benefits	23,000	27,000	14,647	12,353
Collection & Disposal of Roll-Offs	125,000	162,000	175,944	(13,944)
Repairs & Maintenance	1,000	1,000	419	581
Backhoe Repairs & Maintenance	2,300	9,000	10,415	(1,415)
Chipper Repairs & Maintenance	-0-	-0-	100	(100)
Operating Supplies	1,000	1,000	1,233	(233)
Telephone	900	900	648	252
Utilities	3,000	3,000	2,829	171
Payroll Tax	-0-	-0-	3,422	(3,422)
Total Ville Platte Expenditures	<u>\$242,200</u>	<u>\$295,900</u>	<u>\$305,448</u>	<u>\$ (9,548)</u>
Total Expenditures	<u>\$3,221,967</u>	<u>\$5,078,857</u>	<u>\$4,800,760</u>	<u>\$ 278,097</u>

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Honorable President and Commission Members
Evangeline Parish Solid Waste Disposal Commission
Ville Platte, Louisiana

I have audited the basic financial statements of the Evangeline Parish Solid Waste Disposal Commission as of and for the year ended June 30, 2009, and have issued my report thereon dated December 22, 2009. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the Evangeline Parish Solid Waste Disposal Commission's internal control over financial reporting as a basis for designing my auditing procedures for the purpose of expressing my opinion on the basic financial statements but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control over financial reporting. Accordingly, I do not express an opinion on the effectiveness of the Commission's internal control over financial reporting.

My consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, I identified certain deficiencies in internal control over financial reporting that I consider to be significant deficiencies.

A *control deficiency* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting

principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. I consider deficiencies 2009-1 and 2009-2 as described in the accompanying schedule of findings to be significant deficiencies in internal control over financial reporting.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

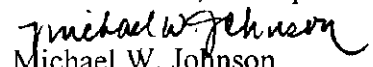
My consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, I consider item 2009-2 of the significant deficiencies described above, to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Evangeline Parish Solid Waste Disposal Commission's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit, and accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Evangeline Parish Solid Waste Disposal Commission's responses to the findings identified in my audit are described in the accompanying schedule of findings and questioned costs. I did not audit the Commission's responses and, accordingly, I express no opinion on them.

This report is intended solely for the information and use of the management, others within the entity, the commission members, and the Legislative Auditor and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.


Michael W. Johnson
Certified Public Accountant
December 22, 2009

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Honorable President and Commission Members
Evangeline Parish Solid Waste Disposal Commission
Ville Platte, Louisiana

Compliance

I have audited the compliance of the Evangeline Parish Solid Waste Disposal Commission (Commission) with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The Commission's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Commission's management. My responsibility is to express an opinion on the Commission's compliance based on my audit.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Commission's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the Commission's compliance with those requirements.

In my opinion, the Evangeline Parish Solid Waste Disposal Commission complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009.

Internal Control Over Compliance

The management of the Commission is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered the Commission's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the Commission's internal control over compliance.

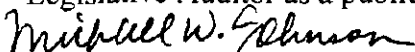
A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency*, is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

My consideration of internal control over compliance was for the limited purpose described in the first paragraph of the section and would not necessarily identify deficiencies in internal control that might be significant deficiencies or material weaknesses. I did not identify any deficiencies in internal control over compliance that I consider to be a material weakness, as defined above.

The Commission's responses to the findings identified in my audit are described in the accompanying schedule of findings and questioned costs. I did not audit the Commission's responses and, accordingly, I express no opinion on them.

This report is intended solely for the information and use of management, others within the entity, the commission members, the Legislative Auditor, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.


Michael W. Johnson
Certified Public Accountant
December 22, 2009

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2009

<u>Federal Grantor/Pass-Through Grantor/Program Name</u>	<u>CFDA Number</u>	<u>Expenditures</u>
United States Department of Homeland Security Disaster Grants- Public Assistance (Presidentially Declared Disasters)	97.036	<u>\$882,192</u>
Total Federal Expenditures		<u>\$882,192</u>

NOTE A-BASIS OF PRESENTATION

The above schedule of expenditures of federal awards includes the federal awards and grant activity of the Evangeline Parish Solid Waste Disposal Commission and is presented on the same basis of accounting as described in Note A to the financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations."

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2009

I have audited the basic financial statements of Evangeline Parish Solid Waste Disposal Commission as of and for the year ended June 30, 2009, and have issued my report thereon dated December 22, 2009. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the provisions of OMB Circular A-133. My audit of the basic financial statements as of June 30, 2009, resulted in an unqualified opinion.

Section I. Summary of Auditor's Reports

- a. Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Material to the Financial Statements.

Internal Control

Significant Deficiencies X Yes No

Material Weaknesses X Yes No

Compliance

Compliance Material to Financial Statements Yes X No

- b. Federal Awards

Internal Control

Material Weaknesses Yes X No

Significant Deficiencies Yes X No

Type of Opinion On Compliance Unqualified X Qualified
For Major Programs Disclaimer Adverse

Are there findings required to be reported in accordance with Circular A-133, Section.510(a)? Yes X No

Was a management letter issued? Yes X No

c. Identification of Major Programs:

<u>CFDA Number</u>	<u>Name of Federal Program (or Cluster)</u>
<u>97.036</u>	<u>United States Department of Homeland</u>
	<u>Security Disaster Grants- Public Assistance</u>
	<u>(Presidentially Declared Disasters)</u>

Dollar threshold used to distinguish between Type A and Type B Programs: 500,000

Is the auditee a 'low-risk' auditee, as defined by OMB Circular A-133? Yes X No

Section II. Financial Statement Findings

2009-1. Inadequate Segregation of Duties.

Finding: The segregation of duties is inadequate to provide effective internal control.

Cause: The condition is due to economic and space limitations.

Recommendation: No action is recommended.

Response: Management concurs with the recommendation.

2009-2. Lack of Client Expertise in Financial Accounting and Reporting.

Finding: The staff person responsible for the accounting and reporting function lacks the skills and knowledge necessary to apply generally accepted accounting principles in recording the Commission's financial transactions and preparing its financial statements, including related notes.

Cause: The Commission's personnel lacks training in implementation of generally accepted accounting principles.

Recommendation: The Commission should outsource the preparation of its financial statements and related notes to its independent auditors. However, management must review the draft financial statements and notes prior to approving them and accept responsibility for their contents and presentation.

Response: Management concurs with the recommendation.

Section III. Federal Award Findings and Questioned Costs

None.

Section IV. Management Letter

None Issued.

EVANGELINE PARISH SOLID WASTE DISPOSAL COMMISSION
Schedule of Prior Year Audit Findings
For the Year Ended June 30, 2009

Ref. No.	Fiscal Year Finding Initially Occurred	Description of Finding	Corrective Action Taken	Corrective Action Planned	Name of Contact Person	Anticipated Completion Date
2008-1	Unknown	The segregation of duties is inadequate to provide effective internal control. The condition is due to economic and space limitations.	N/A	No action is recommended.	James Berthelot, Executive Director	N/A
2008-2	Unknown	The staff person responsible for the accounting and reporting function lacks the skills and knowledge necessary to apply generally accepted accounting principles in recording the Commission's financial transactions and preparing its financial statements including related notes. The Commission should outsource the preparation of its financial statements and the related notes to its independent auditors.	Yes	The Commission has outsourced the preparation of its financial statements and related notes to its independent auditors. However, management reviews the draft financial statements and notes prior to approving them and accepts responsibility for their contents and presentation.	James Berthelot, Executive Director	N/A
2008-3		The Commission's cash on deposit with financial institutions was not adequately collateralized at June 30, 2008. Management should ensure that the Commission's cash on deposit with financial institutions is adequately collateralized at all times.	Yes			
2008-4	Unknown	The Commission filed and remitted its second quarter 2008 state unemployment tax report and payment late. Management should ensure that all tax reports are filed and payments remitted by applicable deadlines.	Yes			